

JAN 18 2008

A BILL FOR AN ACT

RELATING TO THE RENTAL MOTOR VEHICLE SURCHARGE TAX.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Section 251-2, Hawaii Revised Statutes, is
2 amended by amending subsection (a) to read as follows:

3 "(a) There is levied and shall be assessed and collected
4 each month a rental motor vehicle surcharge tax of \$2 a day,
5 except that for the period of September 1, 1999, to August 31,
6 [~~2008,~~] 2010, the tax shall be \$3 a day, or any portion of a day
7 that a rental motor vehicle is rented or leased. The rental
8 motor vehicle surcharge tax shall be levied upon the lessor;
9 provided that the tax shall not be levied on the lessor if:

10 (1) The lessor is renting the vehicle to replace a vehicle
11 of the lessee that is being repaired; and

12 (2) A record of the repair order for the vehicle is
13 retained either by the lessor for two years for
14 verification purposes or by a motor vehicle repair
15 dealer for two years as provided in section 437B-16."

16 SECTION 2. Statutory material to be repealed is bracketed
17 and stricken. New statutory material is underscored.



1 SECTION 3. This Act shall take effect upon its approval.

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INTRODUCED BY:

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Report Title:

Rental Motor Vehicle Surcharge Tax

Description:

Extends the sunset date of the rental motor vehicle surcharge tax at \$3/day rate for two years to August 31, 2010.

